

NEWS RELEASE

FOR RELEASE:

Thursday, March 10, 2016

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Illinois Unemployment Rate Rises to 6.3 in January; Jobs Increase by 1,500

CHICAGO—The Illinois Department of Employment Security (IDES) announced today that Illinois' the unemployment rate in January rose 0.2 percentage points to 6.3 percent and nonfarm payroll jobs increased by +1,500, based on data released by IDES and the U.S. Bureau of Labor Statistics (BLS).

Illinois' average job growth since employment recovery began in January 2010 remains significantly below the national average, and employment will not recover from the 2007-2009 recession until May 2016, according to IDES labor market analysts. The nation is currently 3.5 percent above its prior peak level of employment.

"When you compare job growth to most other states across nation, Illinois has persistently lagged the national growth rate throughout the recovery period," said Jeff Mays, Director, IDES. "Even with the upward revision to the 2015 jobs figures, we went from no growth to very low growth. At the same time, the nation grew twice as fast."

Each year, the BLS <u>benchmarks</u> nonfarm payroll estimates to universal counts derived primarily from unemployment insurance tax reports. This year, revisions conducted revealed that nonfarm payrolls grew by +88,000 in 2014 rather than +66,800 and jobs grew by +49,600 in 2015 rather declining by -3,000. Private nonfarm payrolls regained their January 2008 peak levels in July 2015. However, the BLS' revisions in nonfarm payroll employment show Illinois is still short -16,800 jobs in reaching the January 2008 peak employment level.

"While the country as a whole has emerged from the recession, Illinois has not been a part of this recovery," Illinois Department of Commerce and Economic Opportunity Director Jim Schultz said. "Unemployment continues to rise, and industries such as manufacturing continue to lose thousands of jobs. We need to create a business climate that promotes growth and job creation in order to regain the thousands of jobs lost in the recession, and put Illinois on the path of full economic recovery."

The state's unemployment rate is higher than the national unemployment rate reported for January, which dipped to 4.9 percent. In January 2016, the unemployment rate stood 0.3 percentage points above the unemployment rate a year ago when it was 6.0 percent. The number of unemployed workers increased +3.0 percent from the prior month to 412,600 and was up +5.9 percent over the same month for the prior year. The unemployment rate identifies those individuals who are out of work and are seeking employment. An individual who exhausts or is ineligible for benefits is still reflected in the unemployment rate if they actively seek work.

To help individuals who are looking for work and employers who are looking to hire, IDES' encourages jobseekers and employers to connect through the state's largest job search engine <u>IllinoisJoblink.com</u> (IJL). IJL recently showed that 64,195 resumes were posted and 175,661 help-wanted ads were available.

In January, the two industry sectors with the largest gains in employment were: Trade, Transportation and Utilities (+3,600) and Educational and Health Services (+3,200). The three industry sectors with the largest declines in employment were: Government (-2,600); Other Services (-2,100); and Financial Activities (-1,700).

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Bruce Rauner, Governor Jeffrey D. Mays, Director

Over the year, nonfarm payroll employment increased by +57,600 jobs with the largest gains in Leisure and Hospitality (+20,300); Educational and Health Services (+19,400); and Trade, Transportation and Utilities (+12,300). Two industry sectors posted over-the-year declines in January: Manufacturing (-6,300) and Information (-1,400).

Seasonally Adjusted Unemployment Rates

				3-Month	Over-the-	Over-the-	
	January	December	January	Moving	Month	Year	
	2016	2015*	2015 *	Avg.	Change	Change	
Illinois	6.3%	6.1%	6.0%	6.1%	0.2	0.3	
U.S.	4.9%	5.0%	5.7%	5.0%	-0.1	-0.8	
		* Revised					

Illinois Seasonally Adjusted Nonfarm Jobs - by Major Industry

							Change
				Over	Over		From
				the	the		Previous
Industry Title	January**	December**	January	Month	Year	3-Month	3-Month
	2016	2015	2015	Change	Change	Moving Avg.	Mov. Avg.
Total Nonfarm	5,975,700	5,974,200	5,918,100	1,500	57,600	5,977,500	-5,800
Mining	9,400	9,200	10,000	200	-600	9,300	0
Construction	218,000	217,800	208,800	200	9,200	216,100	700
Manufacturing	577,100	576,400	583,400	700	-6,300	577,100	-500
Trade, Transportation, & Utilities	1,202,300	1,198,700	1,190,000	3,600	12,300	1,201,900	-1,900
Information	98,600	99,200	100,000	-600	-1,400	99,700	-800
Financial Activities	378,200	379,900	378,100	-1,700	100	379,600	-1,000
Professional and Business Services	915,600	915,700	913,400	-100	2,200	916,300	-1,000
Educational and Health Services	909,800	906,600	890,400	3,200	19,400	907,700	100
Leisure and Hospitality	584,500	583,800	564,200	700	20,300	584,100	400
Other Services	252,200	254,300	252,200	-2,100	0	254,000	-600
Government	830,000	832,600	827,600	-2,600	2,400	831,600	-1,400
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Notes:

- Monthly 2011 2015 labor force data for Illinois, and all other states, have been revised as required by the U.S. Bureau of Labor Statistics (BLS). The monthly historical revisions to state labor force estimates reflect new national benchmark controls, state working-age population controls, seasonal factors, as well as updated total nonfarm jobs and unemployment benefits claims inputs. Illinois labor force data were also smoothed to eliminate large monthly changes as a result of volatility in the monthly Census Population Survey (CPS) and national benchmarking. For these reasons, comments and tables citing unemployment rates in previous state news releases/materials might no longer be valid.
- Monthly seasonally adjusted unemployment rates for Illinois and the Chicago-Naperville-Arlington Heights Metropolitan Division are available here: Illinois & Chicago Metropolitan Area Unemployment Rates
- Monthly 1994 2014 unadjusted and seasonally adjusted nonfarm payroll data for Illinois have been revised. To control for potential survey error, the estimates are benchmarked annually to universal counts derived primarily from unemployment insurance tax reports.
- Not seasonally adjusted jobs data with industry detail are available at Not Seasonally Adjusted Jobs Data. "Other Services" include
 activities in three broad categories: Personal and laundry; repair and maintenance; and religious, grant making, civic and professional
 organizations. Seasonally adjusted employment data for subsectors within industries are not available.

<u>About IDES</u> - IDES encourages employment by connecting employers to jobseekers, provides unemployment insurance benefits to eligible individuals, produces labor market data and protects taxpayers from unemployment insurance fraud. Visit the Department's website at www.ides.illinois.gov for more information and join IDES on Facebook.